(In Thousands)

PERMANENT IMPROVEMENT EQUIPMENT INTERNAL SERVICE FUND BALANCE SHEET December 31, 2001

December 51, 2001			(In I nousands)
		2001	2000
ASSETS			
Current assets:			
Cash and cash equivalents	\$	42	\$ 8
Receivables:		400	222
Accounts - net		422	. 338
Due from other funds		24	•
Interfund loans receivable Intergovernmental receivable		-	• -
Inventories		802	613
Total current assets		1,290	959
Total current assets		1,290	939
Fixed assets:			
Land, leaseholds and easements		3,085	3,085
Buildings and structures		24,002	24,002
Less accumulated depreciation		(1,295)	(780)
Public improvements		•	-
Less accumulated depreciation		41,331	41,844
Machinery and equipment Less accumulated depreciation		(22,806)	
Computer equipment		189	1,106
Less accumulated depreciation		(131)	
Software		•	5
Less accumulated depreciation		-	(1)
Other capital outlay		8	32
Less accumulated depreciation		(8)	(24)
Construction in progress		873	
Net fixed assets		45,248	44,718
Total assets	\$	46,538	\$ 45,677
LIABILITIES AND FUND EQUITY			
Current liabilities:	•		Φ 011
Salaries payable	\$	711	\$ 811
Accounts payable		1,221	949
Intergovernmental payable Due to other funds		8,675	-
Interfund loans payable		-	16,700
Interest payable		109	71
Deferred revenue		-	571
Bonds payable-current portion		75	
Total current liabilities		10,792	19,102
Total barrons rational			
Long-term liabilities:		26.055	20.150
Bonds payable		26,055	20,150
Unamortized premium (discounts)		739	•
Advances from other funds		704	714
Compensated absences payable Unpaid claims payable		-	-
		27,498	20,864
Total long-term liabilities			
Total liabilities		38,290	39,966
Fund equity:			
Contributed capital		11,949	11,949
Retained earnings:			
Reserved for future contingencies		-	•
Reserved for renewal and replacement		-	•
Reserved for severance pay		- (2.701)	(6 220)
Unreserved		(3,701)	
Total fund equity		8,248	5,711
Total liabilities and fund equity	\$	46,538	\$ 45,677
		-	

PERMANENT IMPROVEMENT EQUIPMENT INTERNAL SERVICE FUND STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS For the fiscal year ended December 31, 2001

(In Thousands)

	2001	2000
Operating revenues:	· · · · · · · · · · · · · · · · · · ·	
Charges for services and sales	\$ 14,013 \$	10,324
Rents and commissions	19,249	17,950
Total operating revenues	33,262	28,274
Operating expenses:		
Personal services	16,067	15,253
Contractual services	3,265	2,723
Materials, supplies, services and other	3,623 4,168	4,331 2,479
Rent Cost of stores issuance	2,285	1,891
Depreciation	4,570	3,836
Total operating expenses	33,978	30,513
Operating income (loss)	(716)	(2,239)
Non-operating revenues (expenses):		
Interest revenue	2	24
Interest expense	(854)	(1,566)
Gain (loss) on disposal of fixed assets	(820) 477	(887) 233
Damages/losses recovered Other revenues	53	233 50
Total non-operating revenues (expenses)	(1,142)	(2,146)
Income (loss) before operating transfers	(1,858)	(4,385)
Operating transfers in (out):		
Transfers from other funds	5,224	351
Transfers to other funds	(829)	(271)
Transfers from component units	•	-
Transfers to component units	-	-
Transfers within internal service funds		
Total operating transfers	4,395	80
Net income (loss)	2,537	(4,305)
Retained earnings - January 1	(6,238)	(1,933)
Retained earnings - December 31	\$ (3,701) \$	(6,238)

Fixed assets constructed in capital projects funds

	2001	(In Thousands) 2000	
Cash flows from operating activities:			
Operating income (loss)	\$ (716) \$	(2,239)	
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities: Depreciation	4.570	2.027	
(Increase) decrease in accounts receivable	4,570	3,836	
(Increase) decrease in accounts receivable	(84) (25)	73	
(Increase) decrease in intergovernmental receivable	(23)	•	
(Increase) decrease in inventories	(189)	58	
(Increase) decrease in prepaid items	(10)		
(Increase) decrease in contracts receivable	<u>-</u>		
(Increase) decrease in properties held for resale	-		
Increase (decrease) in salaries payable	(99)	308	
Increase (decrease) in accounts payable	272	158	
Increase (decrease) in intergovernmental payable	-	-	
Increase (decrease) in due to other funds	8,675	-	
Increase (decrease) in due to governmental units	1	•	
Increase (decrease) in deferred revenue	(571)	571	
Increase (decrease) in compensated absences payable	(11)	(1)	
Increase (decrease) in unpaid claims payable	-	•	
Increase (decrease) in interest payable	-	•	
Increase (decrease) in current bonds payable	-	-	
Damages/losses recovered	477	233	
Other non-operating revenues	53	50	
Total adjustments	13,069	5,286	
Net cash provided (used) by operating activities	12,353	3,047	
ash flows from non-capital financing activities:			
Proceeds from bonds	-	-	
Interfund loans received	-	16,700	
Advance from other funds	-	•	
Operating transfers from other funds	5,224	351	
Operating transfers from component units	-	•	
Principal paid on bonds	· •	•	
Interest paid on bonds	-	-	
Amorization of bond premium	- (920)	(271)	
Operating transfers to other funds	(829)	(271)	
Interfund loans paid	(16,700)	(15,800)	
Interest paid on interfund loans	-	(747)	
Net cash provided (used) by non-capital			
financing activities	(12,305)	233	
ash flows from capital and related financing activities:			
Proceeds from bonds	26,901	-	
Principal paid on bonds	(20,170)	-	
Interest paid on bonds	(828)	(819)	
Proceeds from sale of fixed assets	358	356	
Acquisition and construction of fixed assets	(6,277)	(2,925)	
Net cash provided (used) by capital		(2.222)	
and related financing activities	(16)	(3,388)	
ash flows from investing activities: Interest	2	24	
Net cash provided (used) by investing activities	2	24	
et increase (decrease) in cash and cash equivalents	34	(84)	
ash and cash equivalents, beginning of year	8	92	
ash and cash equivalents, end of year	\$ 42 \$	8	
Non-cash investing, capital and financing activities:			
(Loss) on disposal of fixed assets	\$ (820) \$	(887)	
Fixed accets constructed in capital projects funds	49	_	

48